

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301
Indianapolis, IN 46204
(317) 233-0696
<http://www.in.gov/legislative>

FISCAL IMPACT STATEMENT

LS 6739

BILL NUMBER: SB 488

NOTE PREPARED: Jan 13, 2009

BILL AMENDED:

SUBJECT: Motor Vehicle Odometer Fund.

FIRST AUTHOR: Sen. Bray

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: This bill deposits money collected from motor vehicle dealer and manufacturer license and permit fees into the Motor Vehicle Odometer Fund. (Current law deposits the money in the Dealer Compliance Account and Motor Vehicle Highway Account (MVHA).) The bill also makes conforming changes.

Effective Date: July 1, 2009.

Explanation of State Expenditures:

Explanation of State Revenues: This bill changes the distribution of certain license and permit fees from the Dealer Compliance Account and the MVHA to the Motor Vehicle Odometer Fund. Total revenue from this fund has averaged about \$801,000 for the last five fiscal years. This will mean about \$80,000 per year.

The Attorney General will receive 10% of the revenue from the Odometer Fund. The balance of the money in the Odometer Fund is used to enforce odometer laws, with 40% to the Motor Vehicle Highway Account; 30% to the Bureau of Motor Vehicles (BMV) (equaling 70%), and 20% to the State Police.

The funds for which the revenue will no longer be deposited are the Dealer and Compliance Account (30%) and the MVHA (70%). The MVHA may be used for road construction, reconstruction, and maintenance for cities, towns, and counties. The MVHA also supports entirely the operation of the BMV, a significant part of the operation of the Department of Transportation, about 61% of the operation of the State Police, and part of the operation of the state Department of Revenue. The Dealer Compliance Account is used by the Secretary of State to monitor dealers.

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Attorney General; BMV; Secretary of State.

Local Agencies Affected:

Information Sources: Five-year revenue data for the Odometer Fund.

Fiscal Analyst: James Sperlik, 317-232-9866.